

1 A DECLARATORY RESOLUTION approving a
2 deduction for new manufacturing
3 equipment ~~and the construction of a~~
4 manufacturing facility under I.C.
5 6-1.1-12.1 for property commonly known
6 as 3700 East Pontiac Street, Fort Wayne,
7 Indiana 46803 (ITT Aerospace/Optical
8 Division, petitioner), previously designated
9 and declared an "Economic Revitalization
10 Area."

11 WHEREAS, the Common Council of the City of Fort
12 Wayne has previously designated and confirmed the following
13 described property as an "Economic Revitalization Area"
14 under Division 6 Article II, Chapter 2 of the Municipal Code
15 of the City of Fort Wayne, Indiana, 1974, as amended and
16 I.C. 6-1.1-12.1, to wit:

17 3700 East Pontiac Street and NW 1/4 S
18 of RR EX W1200 FT. SEC. 17 (Oxford St.);

19 said property more commonly known as 3700 East Pontiac
20 Street, Fort Wayne, Indiana, 46803;

21 WHEREAS, said designation of said property as an
22 "Economic Revitalization Area" was for a period of four (4)
23 years commencing May 14, 1986;

24 WHEREAS, said applicant ITT Aerospace/Optical
25 Division has filed with the Common Council a Statement of
26 Benefits prior to the installation of new manufacturing
27 equipment and for the construction of a manufacturing
28 facility for which said applicant desires to claim a
29 deduction under I.C. 6-1.1-12.1;

30 WHEREAS, the total project cost is estimated at
31 \$4,845,000.00 creating 195 additional jobs.

32 NOW, THEREFORE, BE IT RESOLVED BY THE COMMON
COUNCIL OF THE CITY OF FORT WAYNE, INDIANA:

SECTION 1. The Common Council, having reviewed
the Statement of Benefits filed by ITT Aerospace/Optical

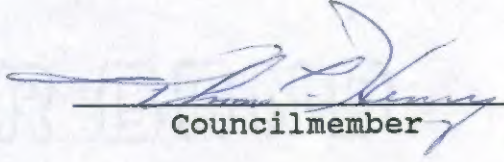
Division determines that the deduction requested should be allowed, based on the following findings:

(a) the estimate of the cost of new manufacturing equipment is reasonable for equipment of that type.

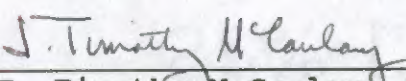
(b) the estimate of the number of individuals to be employed or whose employment will be retained can be reasonably expected to result from the installation of the new manufacturing equipment.

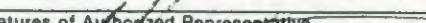
(c) the totality of benefits is sufficient to justify the deduction.

SECTION 2. That this Resolution shall be in full force and effect from and after its passage and any and all necessary approval by the Mayor.


Councilmember

APPROVED AS TO FORM
AND LEGALITY


J. Timothy McCaulay, City Attorney

SECTION IV OTHER INFORMATION REQUIRED BY THE DESIGNATING BODY			
I hereby certify that the representations on this statement are true.		Signatures of Authorized Representative 	
Title	Date of Signature	Telephone Number	

FOR USE OF DESIGNATING BODY

We have reviewed our prior actions relating to the designation of this economic revitalization area and find that the applicant meets the general standards adopted in the resolution previously approved by this body. Said resolution, passed under IC 6-1.1-12.1-2.5, provides for the following limitations as authorized under IC 6-1.1-12.1-2:

- A) The designated area has been limited to a period of time not to exceed _____ calander years. **(See Below)*
- B) The type of deduction that is allowed in the designated area is limited to:
- 1) Redevelopment or rehabilitation of real estate improvements. ☐ Yes ☐ No
 - 2) Installation of new manufacturing equipment ☒ Yes ☐ No
 - 3) Residentially distressed areas ☐ No
- C) The amount of deduction applicable for new manufacturing equipment installed and first claimed eligible for deduction after July 1, 1987, is limited to \$ _____ cost with an assessed value of \$ _____.
- D) The amount of deduction applicable to redevelopment or rehabilitation in an area designated after September 1, 1988 is limited to \$ _____ cost with an assessed value of \$ _____.
- E) Other limitations or conditions: *(specify)* _____

Also we have reviewed the information contained in the statement of benefits and find that the estimates and expectations are reasonable and have determined that the totality of benefits is sufficient to justify the deduction described above.

Approved; Signature of Authorized Member and Title

Date of Signature

Attested By:

Designated Body

1-23-90

Thomas P. Henry
Sandra E. Kennedy

City Clerk

- * If the designating body limits the time period during which an area is an economic revitalization area, it does not limit the length of time a taxpayer is entitled to receive a deduction to a number of years designated under I.C. 6-1.1-12.1-4 or 4.5 Namely:

NEW MANUFACTURING EQUIPMENT		REDEVELOPMENT OR REHABILITATION OF REAL PROPERTY IMPROVEMENT			
		For Deductions Allowed Over A Period Of:			
Year of Deduction	Percentage	Year of Deduction	Three (3) Year Percentage	Six (6) Year Percentage	Ten (10) Year Percentage
1st	100%	1st	100%	100%	100%
2nd	95%	2nd	66%	85%	95%
3rd	80%	3rd	33%	66%	80%
4th	65%	4th		50%	65%
5th	50%	5th		34%	50%
6th and thereafter	0%	6th		17%	40%
		7th			30%
		8th			20%
		9th			10%
		10th			5%

C& ED

COMMUNITY & ECONOMIC DEVELOPMENT

MEMORANDUM

To: City Council Members

From: Rod McPherson, Business Development Specialist *Rmc*

Date: January 2, 1990

Subject: ITT Aerospace/Optical Division Approval of Statement of Benefits

Background-

ITT has been in Fort Wayne for 41 years, currently working out of two locations; one at 3700 East Pontiac Street, and the other at 1919 West Cook Road.

ITT is a major manufacturer of defense products for the U.S. Government, concentrating in the area of communications equipment. ITT is no stranger to the Tax Abatement Program, having received tax abatement in 1984 and 1986 for a total investment of \$38,506,000. This request for approval of the Statements of Benefits will allow ITT to purchase \$4,845,000 in new equipment and create 195 additional jobs.

Review of Alternatives-

Without the approval of the Statement of Benefits, it will result in the loss of ITT's deduction from assessed valuation of new manufacturing equipment.

Recommendations-

My recommendation is that ITT's Statement of Benefits be approved to allow for the deduction from assessed valuation of new manufacturing equipment.

jkb

APPROVAL OF STATEMENT OF BENEFITS
FOR
PRIOR APPROVED ECONOMIC REVITALIZATION AREA
IN
CITY OF FORT WAYNE, INDIANA

Name of Application: ITT AEROSPACE/OPTICAL DIVISION
Site Location: 3700 East Pontiac Street
Councilmanic District: 1st Existing Zoning: M-2
Nature of Business: Manufactures of communications equipment, air traffic control
and VHF tactical space instrumentation.

Description of Project: Purchase and installation of machinery and equipment to
test and manufacture air traffic and ground communication
systems for the US Government

Type of Tax Abatement: Real Property _____ Manufacturing Equipment X
Estimated Project Cost: \$ 4,845,000.00 Permanent Jobs Created 195

Vital Information:

1. Deduction should be granted. Yes X No _____
2. Designation approval date: May 14, 1986
3. Designation expiration date: May 14, 1990
4. Period of deduction was limited to 5 year(s).

Comments:

The below statement pertains to new manufacturing equipment only..

The above action is pursuant to State law that requires companies which have receive an economic revitalization area designation prior to July 1, 1987, and who have not filed a Statement of Benefits along with their deduction from assessed valuation application to have their Statement of Benefits approved by the designing body.

DIGEST SHEET

TITLE OF ORDINANCE A DECLARATORY RESOLUTION APPROVING DEDUCTION OF NEW MANUFACTURING EQUIPMENT

DEPARTMENT REQUESTING ORDINANCE DEPARTMENT OF ECONOMIC DEVELOPMENT

SYNOPSIS OF ORDINANCE Application for Approval of Statement of Benefits for

ITT Aerospace/Optical Division with respect to New Manufacturing equipment

9-90-01-15

EFFECT OF PASSAGE Deduction will be granted

EFFECT OF NON-PASSAGE Opposite of above.

MONEY INVOLVED (DIRECT COSTS, EXPENDITURES, SAVINGS) _____

ASSIGNED TO COMMITTEE (PRESIDENT) Mark GiaQuinta

BILL NO. R-90-01-15

REPORT OF THE COMMITTEE ON FINANCE

THOMAS C. HENRY, CHAIRMAN
DONALD J. SCHMIDT, VICE CHAIRMAN
BRADBURY, BURNS, GiaQUINTA

WE, YOUR COMMITTEE ON FINANCE TO WHOM WAS

REFERRED AN ~~(ORDINANCE)~~^X (RESOLUTION) approving a deduction
for new manufacturing equipment ~~and the construction of a~~
~~manufacturing facility~~ under I.C. 6-1.1-12.1 for property
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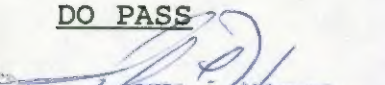
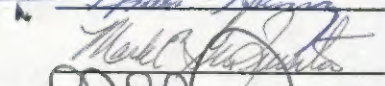
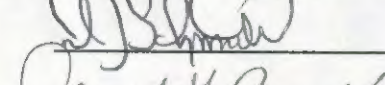
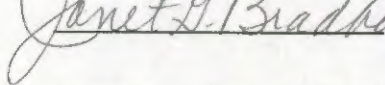
HAVE HAD SAID (ORDINANCE) ~~(RESOLUTION)~~ UNDER CONSIDERATION
AND BEG LEAVE TO REPORT BACK TO THE COMMON COUNCIL THAT SAID
(ORDINANCE) ~~(RESOLUTION)~~

DO PASS

DO NOT PASS

ABSTAIN

NO REC

DATED: 1-23-90

Sandra E. Kennedy
City Clerk

Read the first time in full and on motion by Henry, seconded by Salvino, and duly adopted, read the second time by title and referred to the Committee on Finance (and the City Plan Commission for recommendation) and Public Hearing to be held after due legal notice, at the Council Conference Room 128, City-County Building, Fort Wayne, Indiana, on _____, the _____, day of _____, 19____, at _____ o'clock, _____ M., E.S.T.

DATED: 1-9-90

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Read the third time in full and on motion by Henry, seconded by Long, and duly adopted, placed on its passage. PASSED ~~lost~~ by the following vote:

	<u>AYES</u>	<u>NAYS</u>	<u>ABSTAINED</u>	<u>ABSENT</u>
<u>TOTAL VOTES</u>	<u>9</u>	_____	_____	_____
<u>BRADBURY</u>	<u>✓</u>	_____	_____	_____
<u>BURNS</u>	<u>✓</u>	_____	_____	_____
<u>EDMONDS</u>	<u>✓</u>	_____	_____	_____
<u>GiaQUINTA</u>	<u>✓</u>	_____	_____	_____
<u>HENRY</u>	<u>✓</u>	_____	_____	_____
<u>LONG</u>	<u>✓</u>	_____	_____	_____
<u>REDD</u>	<u>✓</u>	_____	_____	_____
<u>SCHMIDT</u>	<u>✓</u>	_____	_____	_____
<u>TALARICO</u>	<u>✓</u>	_____	_____	_____

DATED: 1-23-90

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Passed and adopted by the Common Council of the City of Fort Wayne, Indiana, as (ANNEXATION) _____ (APPROPRIATION) _____ (GENERAL) _____

(SPECIAL) _____ (ZONING MAP) _____ ORDINANCE RESOLUTION NO. B-03-90
on the 23rd day of January, 1990.

Sandra E. Kennedy ATTEST
SANDRA E. KENNEDY, CITY CLERK

SEAL
Charles S. Redd
PRESIDING OFFICER

Presented by me to the Mayor of the City of Fort Wayne, Indiana, on the 24th day of January, 1990, at the hour of 11:00 o'clock A. M., E.S.T.

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Approved and signed by me this 2nd day of February, 1990, at the hour of 5:40 o'clock P. M., E.S.T.

Paul Helmke
PAUL HELMKE, MAYOR